

FUXING CHINA GROUP LIMITED (THE “COMPANY”)

(Incorporated in Bermuda)
(Company Registration No.: 38973)

LEGAL COMPLETION OF:

- (A) PROPOSED ACQUISITION BY THE COMPANY OF FULONG ZIPPER AND WEAVING CO., LTD. JINJIANG (THE “FULONG ZIPPER ACQUISITION”)
 - (B) PROPOSED ACQUISITION BY THE COMPANY OF JINJIANG JIANXIN WEAVING CO., LTD. (THE “JIANXIN WEAVING ACQUISITION”)
 - (C) PROPOSED ACQUISITION BY THE COMPANY OF JINJIANG FUXIN ELECTROPLATING CO., LTD. (THE “FUXIN ELECTROPLATING ACQUISITION”)
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1. The Board of Directors of the Company (the “Directors”) refers to the announcement on 22 December 2010, 4 March 2011 and 29 April 2011 in respect of the aforesaid Acquisitions (“Announcements”).
2. All defined terms used herein shall have the same meaning ascribed thereto in the Announcements.
3. The Board of Directors is pleased to announce the legal completion of the Proposed Acquisitions. Accordingly, Fulong Zipper, Jianxin Weaving and Fuxin Electroplating have become three indirect wholly-owned subsidiaries of the Company with effect from 19 April 2011, 19 April 2011 and 28 July 2011 respectively⁽¹⁾.
4. In respect of Fuxin Electroplating Acquisition, the full Consideration of RMB 145.0 million has been duly paid to Fuxin Electroplating Vendors.
5. In respect of the Fulong Zipper Acquisition and the Jianxin Weaving Acquisition, the Company has paid RMB 60.0 million and RMB 53.5 million (both these figures include the initial 10% refundable cash deposit which was paid earlier) to the respective vendors, being 50% of each of the total consideration. It has been agreed with the respective Fulong Zipper Vendor and Jianxin Weaving Vendor that the remaining 50% of each Consideration will be paid when the new pollutant discharge permit has been obtained. As at the date of this Announcement, the new pollutant discharge permit in respect of the production facility of Fulong Zipper and Jianxin Weaving has been applied for and is still pending, due to certain addition and alteration works which were carried out on each production facility.

⁽¹⁾ *Fulong Zipper and Jianxin Weaving have completed the registration with the Administration Bureau for Industry and Commerce (“AIC”) for change of shareholders on 9 June 2011 and 3 June 2011, whilst Fuxin Electroplating is pending the completion of AIC registration, which is an administrative procedure. As advised by Hills & Co., the legal advisors to the Company on PRC laws, there is no legal obstacle for Fuxin Electroplating to complete the AIC registration.*

6. As stated in the Circular to shareholders in relation to the Acquisitions dated 16 February 2011, Hills & Co., the legal advisors to the Company on PRC laws, has opined that there is no legal obstacle for each of Fulong Zipper and Jianxin Weaving to obtain such pollutant discharge permit upon the relevant PRC authorities' confirmation that such addition and alteration works comply the relevant pollutant discharge requirements, and that based on the relevant PRC laws and the aforesaid certificate issued by Jinjiang City Environmental Protection Bureau, each of Fulong Zipper and Jianxin Weaving is currently permitted to carry out production activities at its production facility and that each of Fulong Zipper and Jianxin Weaving had never violated the laws and regulations of environmental protection nor been administratively punished in the past 3 years.
7. The Company will make further announcement in due course upon receipt of the aforesaid pollutant discharge permits.

BY ORDER OF THE BOARD

Hong Qing Liang
Executive Director and CEO
5 August 2011